

October 4, 1991

Mr. Howard Hedrick  
Pony Express Resource Area Manager  
United States Department of the Interior  
Bureau of Land Management  
Salt Lake District Office  
2370 So. 2300 West  
Salt Lake City, Utah 84119

DOGM  
MINERALS PROGRAM  
FILE COPY

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DIVISION OF  
OIL GAS & MINING



Dear Mr. Hedrick,

I am in receipt of your letter dated August 27, 1991. You once again brought up the statement of history of noncompliance in a timely manner. The following is for your information.

I contacted Phil Allard on Wednesday the 19th of September and he suggested that I write you a letter in response to your inquiry. Enclosed is a copy of the face sheet dated November 29, 1990, showing a copy of funds placed in the bank on November 27, 1990 in the amount of \$17,600.00.

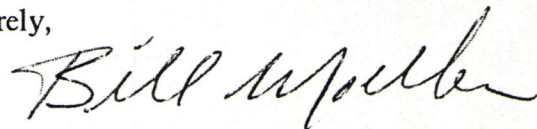
We received Notice of Final Approval in April of 1991. Also, Tooele County finally located the deposit for the Yellow Hammer Mine of \$10,000 in stock in their safe, after four years of it's being lost in their office.

Needless to say, working with government agencies leaves a lot to be desired and certainly has not demonstrated efficiency.

Also, the Bureau of Land Management hired a man to come out from Salt Lake City with the backhoe to dig up the water line to our mill from the Cane Springs Mine because they claimed we were stealing BLM water; which he did without notifying our operator who was a few hundred yards away that he was cutting off the water supply to the mill. Three days later our water was restored, after ACMC demonstrated that our water right was approved 27 years before BLM. We maintain that water supply and clean the moss and debris out so that the water is available to woolgrowers in the area.

At the present time, we have two mining companies looking at the area referred to I.P. Claims T. 8 s R. 17 West, with the possibility of doing a heapleach. With this in mind, we would like to put off any reclamation in the near future.

Sincerely,



AMERICAN CONSOLIDATED MINING CO.  
William D. Moeller, CEO & Chairman

Enc.

cc: Wayne Hedberg, UDOGM